## **BILL ANALYSIS**

Senate Research Center 84R21836 JTS-D

C.S.S.B. 1968
By: Huffman; Hall
State Affairs
4/13/2015
Committee Report (Substituted)

## **AUTHOR'S / SPONSOR'S STATEMENT OF INTENT**

While Texans cannot be forced into joining a union by law, state right-to-work laws allow for private and public employees, if they find value in joining these organizations, to choose union membership. S.B. 1968 by Senator Huffman does not inhibit Texans from joining a union nor expressing themselves under the First Amendment of the Constitution of the United States. S.B. 1968 protects employers from picketing when the employer's entity is not involved in a labor dispute, keeps state resources from funding political campaigns, and protects non-union employers from union representatives intimidating their employees during a mandatory federal inspection. Members of unions were already prohibited under current law from entering onto non-union sites. S.B. 1968 clarifies that an inspection of the premises specifically falls under this prohibition unless the owner consents. Previous laws that allowed payroll deductions from a public employee's paycheck for a union are narrowed under S.B. 1968 to apply only to fire, police, and emergency medical services employees. All other state, county, and municipal employees are prohibited from directly collecting union dues from employee paychecks. Picketing at an employer's premises with whom a labor dispute does not exist was already prohibited. However, S.B. 1968 clarifies this prohibition exists "regardless of whether the premises are . . . occupied by employees of another employer with whom a labor dispute does exist." (Original Author's / Sponsor's Statement of Intent)

C.S.S.B. 1968 amends current law relating to the organization of public employees.

## **RULEMAKING AUTHORITY**

Rulemaking authority previously granted to the comptroller of public accounts of the State of Texas is modified in SECTION 1 (Section 403.0165, Government Code) of this bill.

## **SECTION BY SECTION ANALYSIS**

SECTION 1. Amends the heading to Section 403.0165, Government Code, as follows:

Sec. 403.0165. New heading: PAYROLL DEDUCTION FOR STATE EMPLOYEE ORGANIZATION: CERTAIN FIREFIGHTERS, POLICE OFFICERS, AND EMERGENCY MEDICAL SERVICES PERSONNEL.

SECTION 2. Amends Sections 403.0165(a), (b), (c), and (d), Government Code, as follows:

- (a) Makes a nonsubstantive change. Authorizes a covered employee of a state agency to authorize a transfer each pay period from the employee's salary or wage payment for a membership fee in an eligible state employee organization. Requires that the authorization remain in effect until the employee authorizes a change in the authorization.
- (b) Requires the comptroller of public accounts of the State of Texas (comptroller) to adopt rules for transfers by covered employees to a certified eligible state employee organization. Provides that the rules may authorize electronic transfers of amounts deducted from covered employees' salaries and wages under this section.
- (c) Provides that participation by covered employees of state agencies in the payroll deduction program authorized by this section is voluntary.

- (d) Requires a state employee organization, to be certified by the comptroller, to have a current dues structure for covered state employees in place and operating in this state for a period of at least 18 months.
- SECTION 3. Amends Section 403.0165(l), Government Code, by adding Subdivision (3), to define "covered employee of a state agency."
- SECTION 4. Amends the heading to Chapter 617, Government Code, to read as follows:
- CHAPTER 617. COLLECTIVE BARGAINING, STRIKES, AND PAYROLL DEDUCTIONS
- SECTION 5. Amends Chapter 617, Government Code, by adding Section 617.006, as follows:
  - Sec. 617.006. PROHIBITION ON COLLECTION OF LABOR ORGANIZATION DUES. Prohibits the state or a political subdivision of the state, except as provided by Sections 403.0165 (Payroll Deductions for State Employee Organization) and 659.1031 (Deductions of Membership Fees for Eligible State Employee Organizations), Government Code, and Sections 141.008 (Payroll Deductions in Certain Municipalities) and 155.001 (Deductions Authorized in Counties; Purposes), Local Government Code, from deducting or withholding, or contracting to deduct or withhold, from an employee's salary or wages payment of dues or membership fees to a labor organization or other similar entity, including a trade union, labor union, employees' association, or professional organization.
- SECTION 6. Amends Section 659.1031(a), Government Code, to authorize an employee of a state agency employed in a professional law enforcement capacity to authorize in writing a deduction each pay period from the employee's salary or wage payment for payment to an eligible state employee organization of a membership fee in the organization.
- SECTION 7. Amends Section 101.002(b), Labor Code, to prohibit a member of a trade union or other organization acting in any capacity, including as otherwise authorized under other law to perform an inspection of the premises, from entering the premises of another without the consent of the owner of the premises.
- SECTION 8. Amends Section 101.201(a), Labor Code, to prohibit a person from establishing, calling, participating in, or aiding picketing or near the premises of an employer with whom a labor dispute does not exist, regardless of whether the premises are temporarily or permanently occupied by the employees of another employer with whom a labor dispute does exist.
- SECTION 9. Amends the heading to Section 141.008, Local Government Code, as follows:
  - Sec. 141.008. New heading: PAYROLL DEDUCTIONS FOR CERTAIN MUNICIPAL FIREFIGHTERS, POLICE OFFICERS, AND EMERGENCY MEDICAL SERVICES PERSONNEL.
- SECTION 10. Amends Section 141.008, Local Government Code, by amending Subsections (a), (a-1), and (a-2) and adding Subsection (a-3), as follows:
  - (a) Provides that this section applies only to a municipal employee who is:
    - (1) a member of the municipality's fire or police department; or
    - (2) emergency medical services personnel, as defined by Section 773.003 (Definitions), Health and Safety Code.
  - (a-1) Creates this subsection from existing text.
  - (a-2) Requires the governing body to make the payroll deduction described by Subsection (a-1) if requested in writing by an employee who is a member of the

municipality's fire department or emergency medical services personnel if the municipality:

- (1) receives revenue from the state; and
- (2) permits deductions for purposes other than charity, health insurance, taxes, or other purposes for which the municipality is required by law to permit a deduction.
- (a-3) Requires the governing body of a municipality whose police department is not covered by a collective bargaining agreement or meet and confer agreement entered into under this code to make the payroll deduction described by Subsection (a-1), rather than Subsection (a), if:
  - (1) requested in writing by an employee who is a member of the municipality's police department; and
  - (2) Makes no change to this subdivision.

Redesignates existing Subsection (a-1) as Subsection (a-2) and existing Subsection (a-2) as Subsection (a-3). Deletes existing text from Subsection (a-1) requiring the governing body to make the payroll deduction described by Subsection (a) if requested in writing by employees who are fire protection personnel as defined by Section 419.021 (Definitions), Government Code, if the municipality receives revenue from the state, and if the municipality permits deductions for purposes other than charity, health insurance, taxes, or other purposes for which the municipality is required by law to permit a deduction. Deletes existing text from Subsection (a-2) requiring the governing body to make the payroll deduction described by Subsection (a) if requested in writing by employees who are peace officers as defined by Article 2.12 (Who Are Peace Officers), Code of Criminal Procedure, and are not members of a police department covered by a collective bargaining agreement or meet-and-confer agreement entered into under this code.

SECTION 11. Amends Section 146.002(2), Local Government Code, to redefine "employee association."

SECTION 12. Amends Section 146.003, Local Government Code, by adding Subsection (e), to provide that this chapter does not authorize an agreement for deducting or withholding payment of dues, fees, or contributions to a labor organization or other similar entity, including a trade union, labor union, employees' association, or professional organization in violation of Section 617.006, Government Code.

SECTION 13. Amends Section 146.017, Local Government Code, as follows:

Sec. 146.017. AGREEMENT SUPERSEDES CONFLICTING PROVISIONS. (a) Creates this subsection from existing text. Provides that, except as provided by Subsection (b), a written meet and confer agreement ratified under this chapter preempts, during the term of the agreement and to the extent of any conflict, all contrary state statutes, local ordinances, executive orders, civil service provisions, or rules adopted by this state or a political subdivision or agent of this state, including a personnel board, civil service commission, or home-rule municipality, other than a statute, ordinance, executive order, civil service provision, or rule regarding pensions or pension-related matters.

(b) Prohibits a written meet and confer agreement ratified under this chapter from conflicting with or preempting Section 617.006, Government Code.

SECTION 14. Amends Section 155.001(a), Local Government Code, as follows:

(a) Authorizes the commissioners court, on the request of a county employee, to authorize a payroll deduction to be made from the employee's wages or salary for:

- (1) Makes no change to this subdivision;
- (2) payment of membership dues in a labor union or a bona fide employees association if the requesting employee serves:
  - (A) in a professional law enforcement or firefighting capacity; or
  - (B) in a capacity that meets the definition of "emergency medical services personnel," as that term is defined by Section 773.003, Health and Safety Code;
- (3) and (4) Makes no change to these subdivisions;
- (5) payment relating to an item not listed in this subsection if the commissioners court determines that the payment serves a public purpose, unless the deduction would violate another law, including Section 617.006, Government Code, prohibiting the deduction of labor organization dues.

SECTION 15. Repealer: Section 22.001 (Salary Deductions for Professional Dues), Education Code.

SECTION 16. Effective date: September 1, 2015.